

Locking in the cost of
tomorrow's tuition
2004 Enrollment

Nevada



Prepaid
Tuition

Delivering The Dream



State Treasurer
Brian K. Krolicki
NevadaTreasurer.gov

1-888-477-2667



Brian K. Krolicki

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The Board of Trustees of the College Savings Plans of Nevada consists of five members. The State Treasurer, the Chancellor of the University and Community College System of Nevada (UCCSN), and the Director of Administration are ex-officio members of the Board. The remaining two Board members are appointed by the Governor.

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Assistant Chancellor, UCCSN

Mr. William Hartman, CPA
Governor Appointee

Mr. Michael Leonard
Governor Appointee

Administration

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Nevada Prepaid Tuition Program

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STATE OF NEVADA
OFFICE OF STATE TREASURER
101 North Carson Street
Carson City, Nevada 89701
(775) 684-5600

September 7, 2004

Dear Nevada Parents, Grandparents and Families:

In the past 7 years, more than 10,500 Nevada children have received the promise of a bright future – a college education. As your State Treasurer and the Administrator of the Nevada Prepaid Tuition Program, I am extremely proud of this program's success and what it means to our future generations. An increasing number of Nevada's families have given their children the gift of higher education, reinforcing our belief that our program is one of the best in the country.

The Fall 2004 enrollment period marks the seventh year of the Nevada Prepaid Tuition Program, a program designed to make affordable to families the opportunity to deliver a college education to their children. Thanks to the affordability and payment options of the Nevada Prepaid Tuition Program, Nevada families can lock in the cost of tomorrow's tuition at today's prices.

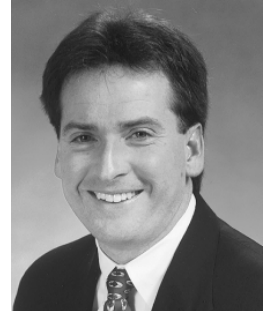
We all want the absolute best for our children. As parents of three young children, my wife and I, like many parents, understand the value of planning ahead for the cost of a college education. Using the Nevada Prepaid Tuition Program, our children will have their college education secured when they graduate from high school. Of the many decisions we have made as parents, this one has given us true peace of mind.

The Nevada Prepaid Tuition Program, coupled with the Millennium Scholarship Program and the UPROMISE 529 College Savings Plans, symbolizes Nevada's commitment to higher education. Nevada's children deserve the promise of a college education and you can deliver the dream.

Best regards,

A handwritten signature in black ink, appearing to read "Brian K. Krolicki".

Brian K. Krolicki
State Treasurer



Why Prepaid Tuition?

Compatibility with Millennium Scholarship and 529 College Savings Plans:

Your Prepaid Tuition Contract is compatible with the Millennium Scholarship Program and 529 College Savings Plans. Get a great rate on tuition, and use the Millennium Scholarship or 529 College Savings Plans for other expenses, like books, room and board, fees, etc.

Portability:

Your Contract can be used at any accredited university, college, or community college in the nation. Children enrolled in the Program do not have to attend a Nevada school.

Tax-Status:

The Program is a qualified state tuition Program under Section 529 of the Internal Revenue Code. Any earnings on this contract grow tax free at the federal level, which means that the purchaser does not have to pay federal tax on any interest or the increased contract value each year. If the contract is used for qualified higher education expenses, the difference between the purchase price and the amount paid out by the Program for tuition (the earnings) is tax free.* In the event of the student's death, disability or receipt of a full scholarship that renders the Program benefits unusable, the purchase price of the contract will be refunded to the purchaser with interest determined annually by the Board based upon market conditions. The interest will be ordinary income at the federal level in that tax year. If the cancellation is for a reason other than the student's death, disability or receipt of a scholarship, the refund may be subject to a federal tax penalty of 10% of the earnings in addition to ordinary income tax on the earnings. Federal tax law also provides for favorable estate and gift tax treatment of qualified 529 tuition programs like the Nevada Prepaid Tuition Program. Please contact a tax advisor concerning the effect of a Nevada Prepaid Tuition contract purchase on your individual tax situation. The Nevada Prepaid Tuition Program staff cannot provide financial, tax or legal advice.

*The Economic Growth and Tax Relief Reconciliation Act of 2001 (the "2001 Tax Act") passed by Congress in May 2001 contained new federal tax benefits for Section 529 qualified tuition programs like the Nevada Prepaid Tuition Program. The 2001 Tax Act went into effect on January 1, 2002. The 2001 Tax Act will "sunset" (automatically be repealed, restoring the law to its form prior to the enactment of the 2001 Tax Act) as of December 31, 2010, unless Congress acts to either extend or remove the "sunset" provision.

Voluntary:

Participation in the Program is strictly voluntary. You may request a refund, minus outstanding fees and a \$100 penalty.

It's Safe and Affordable:

The State Treasurer's office manages the trust fund to ensure that future tuition is covered. Community College Plan payments start as low as \$28 per month; University Plan payments as low as \$116 per month. Prices vary depending upon the grade/age of the child.

Peace of Mind:

Know your costs; lock in the cost of tomorrow's tuition. Your payment won't change, regardless of future tuition increases.

Flexibility:

You can change your plan or payment option anytime you want. Benefits are transferable within the immediate family, up through first cousins. Children have up to 10 years from the time they graduate from high school or until the age of 30 to begin using the benefits. Payments may be made by monthly coupon, payroll withholding or automatic bank withdrawal.

Nevada Prepaid Tuition Is Compatible With Millennium Scholarships and 529 College Savings Plans

Nevadans now have a wonderful chance to ensure that their children are prepared to meet the challenges of a rapidly changing world.

The Nevada Legislature has approved and endorsed all of these programs. In July of 1997, Nevada Prepaid Tuition was passed with broad-based and bipartisan support. Governor Kenny Guinn initiated and successfully guided the Millennium Scholarship Program through the 1999 Nevada Legislature. Assembly Bill 554 authorized creation of Nevada's 529 College Savings Plans in 2001. Together, under the support and administration of the State Treasurer's Office, the Nevada Prepaid Tuition, Nevada's 529 College Savings Plans and Millennium Scholarship Programs will work together to build a better, stronger Nevada.

These programs have been developed to assist parents in the following manner:

Nevada Prepaid Tuition – allows parents an alternative to exhausting family savings or depending on student loans. The Program allows you to begin paying for the cost of college tuition at a fixed rate for this year. You can pay using convenient monthly installments. Your payment won't change regardless of future tuition increases. The sooner you start in the Program, the smaller the monthly

payments. Five-year installments, extended monthly installments and lump-sum payment options are offered. Future tuition is payable to any accredited private or out-of-state college or university.

The Program offers four different contract types; a four-year university plan, a two-year university plan, a two-year community college plan and a hybrid plan providing tuition prepayment for two years of community college and two years of university.

Nevada's 529 College Savings Plans – Nevada partnered with Upromise in 2002 to provide the Upromise College Fund. This is a powerful 529 plan designed specifically to help families meet the rising cost of college. It offers tax-deferred growth so all your investment earnings are free from federal income tax. This allows all your money to go towards paying for college and not for taxes.

Millennium Scholarship Program – The arrival of the Millennium Scholarship in Fall 2000 gave young Nevadans the opportunity to attend higher education with their basic costs covered. A Millennium Scholarship will provide up to \$10,000 to eligible students pursuing certificates, associate's degrees or bachelor's degrees at public community colleges and universities in Nevada.

The Millennium Scholarship will pay for expenses such as tuition and course registration fees, course-specific fees such as laboratory and studio fees, student service fees, books and supplies, room and board and other expenses related to the cost of attendance.

Staff members are available to answer questions you may have in regard to all programs and how each can be utilized to secure the higher educational opportunities for your child's future.

The following data represents estimated higher education costs per semester for fall of 2004 students:

	UNIVERSITIES ON-CAMPUS	UNIVERSITIES OFF-CAMPUS	COMMUNITY COLLEGE OFF-CAMPUS	COMMUNITY COLLEGE OFF-CAMPUS (UPPER DIVISION GBC ONLY)
Tuition and Fees	\$1,612	\$1,612	\$ 635	\$1,140
Books & Supplies	\$ 500	\$ 500	\$ 500	\$ 500
Room, Board and other exp.	\$4,565	\$5,065	\$4,827	\$4,827
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL:	<u>\$6,677</u>	<u>\$7,177</u>	<u>\$5,962</u>	<u>\$6,467</u>

- Costs are per semester.
- Costs are for full-time students who are residents of Nevada and are taking 15 credit hours.
- Costs reflect averaged estimated costs.
- Nevada community colleges do not have dormitory facilities; all costs are off-campus housing. Please note that budgets for students living at home are not the same as for those living away from home. The costs reported are an average.
- Fall 2004 tuition and fees include \$4.00/credit technology fee.

Common Questions and Answers Regarding the Nevada Prepaid Tuition Program

General Questions and Answers about the Program

Q. How do I purchase a Contract?

- A. It's easy. Just fill out the enrollment form and return it with a non-refundable \$100 enrollment fee. To ensure that you receive this year's rate, we must receive your enrollment form postmarked no later than January 31, 2005. Enrollment forms for newborns (children less than one year of age) will be accepted throughout the fiscal year until June 30, 2005.

You may enroll online at <http://NevadaTreasurer.gov> and pay your enrollment fees and lump sum contract payments by credit card.

Q. What will my Contract cover?

- A. Your Contract will provide payment of in-state undergraduate tuition charges imposed by any state community college or state university in Nevada. The Contract may also be used to pay tuition costs at private or out-of-state colleges or universities, but will not pay more than the amount that would have been paid for in-state undergraduate tuition charges had your child attended a state community college or state university in Nevada.

The Contract does not provide for payment of application or entrance fees, parking fees, fines, athletic fees, course-specific fees such as laboratory fees and studio fees, books, supplies, room or board, or the difference between in-state and out-of-state undergraduate tuition charges imposed on non-residents attending Nevada schools, even if the state community college, state university, or other eligible institutions requires all students to pay such charges.

Q. Do I have to know what college my child will attend at the time of enrollment in the Program?

- A. No. Program funds can be used at any accredited college, community college or university nationwide. The Program will need a 60-day notice when your child enrolls in college before beginning to make payments to an out-of-state school.

Q. Does the purchase of a Contract ensure that my child will be admitted to a college or university?

- A. No. Your child must meet the admission requirements of the college or university.

Q. Will I get an official document outlining the terms and conditions of my Contract?

- A. Yes. The Contract between the Purchaser and the Nevada Prepaid Tuition Program consists of the Enrollment Form submitted by the Purchaser, the Master Agreement, and the Payment and Participation Schedule. The provisions of NRS 353B and the regulations of the Board, as amended from time to time, are

incorporated into and govern the interpretation and performance of the contract. You may access a copy of the Master Agreement online or by calling toll-free 1-888-477-2667 or by writing:

Nevada Prepaid Tuition Program
555 E. Washington Avenue, Suite 4600
Las Vegas, NV 89101

All documents are available at our website: <http://NevadaTreasurer.gov>

Cancellation/Refunds

Q. What happens to the payments I make on my Contract?

A. Your payments are placed into a trust fund separate from the State's general funds. Trust fund monies are invested by the State Treasurer to ensure that they grow to keep up with increases in tuition. All investment gains generated from these investments are added back to the trust fund. Trust fund monies may only be used for the payment of Contract benefits and the operation of the Nevada Prepaid Tuition Program.

Q. Can my Contract be cancelled?

A. Yes. Participation in the Program is voluntary, and the Contract may be cancelled at any time by requesting a refund in writing. The Contract may also be cancelled for non-payment or due to fraudulent information on the enrollment form.

Q. If I cancel or ask for a refund, may I get back into the program at a later date at the same price?

A. No, but a person may re-enter the Program at a future time by purchasing a new Contract. It is likely that the costs will be higher at the time of re-entry. For this reason, it is advantageous to remain in the Program once a Contract is established.

Q. If I cancel my Contract, will I get a refund?

A. Yes. You're entitled to a refund of money paid into the trust fund. Contract administrative fees, which include voluntary cancellation fees and other Contract-related fees, are subtracted from the total amount paid into the Contract to determine the amount to be refunded. The voluntary cancellation fee is \$100. Interest is paid on refunds at a rate set annually by the Board of Trustees.

Q. If my child decides not to attend school, what can I do?

A. You have three options:

1. Transfer the Contract to another Qualified Beneficiary, or
2. Keep the Contract in effect. Your child has 10 years from the time they would have attended a college or university to begin using the benefits, or until they reach the age of 30, or
3. Cancel the Contract and request a refund.

Q. What happens if my child receives a scholarship?

A. If the scholarship renders the plan unusable, the Contract may be cancelled with no cancellation fee. The Contract may be refunded or transferred to another Qualified Beneficiary at no additional fee. If the scholarship does not cover the same benefits as the Contract, you may elect to use benefits as originally planned, or cancel the Contract.

Q. What if the child for whom the Contract is intended dies, or becomes disabled?

A. You have two options:

1. Transfer the Contract to another Qualified Beneficiary, or
2. You may cancel the Contract and receive a refund. No cancellation fee will be charged.

Q. Can I transfer the Contract after my child begins using benefits?

A. No. The Contract cannot be transferred to another Qualified Beneficiary once your child begins using benefits. You may request a refund based on the money paid into the trust fund. Administrative fees, a cancellation fee, and any money paid for tuition will be deducted.

Q. Who can be a Qualified Beneficiary?

A. Any child who has not completed the ninth grade and is 18 years of age or less may be a Qualified Beneficiary. A substitute Qualified Beneficiary must be a qualified member of the immediate family. This includes, but is not limited to, brothers, sisters, stepbrothers, stepsisters, half-brothers, or half-sisters of the original Qualified Beneficiary, up through first cousins.

Eligibility/Flexibility

Q. May I purchase a Prepaid Contract for any child?

A. Yes. All children who have not completed the ninth grade and are 18 years of age or less are eligible for the Program. Either the Purchaser or Qualified Beneficiary must be a resident of Nevada at the time of enrollment into the Program. The child may be the minor child of a non-custodial parent who is a resident. For instance, if a child's parents are divorced and the child lives in another state, but has a parent who lives in Nevada, a Contract may be purchased for that child. Also, children of military personnel whose "home of record" is in Nevada are eligible.

Purchasers who live out-of-state and hold a degree from a UCCSN institution as defined in the Master Agreement may enroll a child into the Program.

Q. Can ownership of the Contract be transferred?

A. Yes. Ownership of the Contract may be transferred by changing the Purchaser. The initial Purchaser must submit a notarized request to the Program. In the event of the death of the initial Purchaser, the Purchaser's Appointee may request this change. After acceptance by the Program, a \$20 Purchaser change fee will be assessed for each change per Contract.

- Q. Can a student attend a two-year community college, and then transfer to a four-year college or university?**
- A. Yes. The unused benefit to pay tuition provided for under the Contract can be used at a new college or university.
- Q. What if a student decides to attend a private college in Nevada, or an out-of-state college or university?**
- A. The Contract benefits can be used at any accredited college, community college or university. However, the tuition the Program will pay to any private or out-of-state college or university on a semester basis will be no more than the tuition the Program would have paid for in-state tuition charges had the student enrolled in a Nevada state community college or state university. The tuition paid may be less than the actual tuition cost of such college or university. The Purchaser will be responsible for payment of any difference in the actual tuition cost and the tuition benefit paid under the Contract.
- Q. If I move out of state, do I lose the Contract benefits?**
- A. No. However, the Qualified Beneficiary must meet the Nevada college's residency requirements to qualify for in-state tuition rates.
- Q. How long does the Qualified Beneficiary have to use the benefits of the Contract?**
- A. The Qualified Beneficiary has 10 years after the projected college entrance date to begin using the benefits of the Contract, or until they reach the age of 30. Exceptions are granted for military service.
- Q. Can there be more than one Purchaser or Qualified Beneficiary on a Contract?**
- A. No, each Contract is limited to one Purchaser and one Qualified Beneficiary. However, any number of persons can make payments or contribute to the payment of a Contract. A separate enrollment form and \$100 enrollment fee are required for each child.
- Q. Can more than one contract be purchased for the same Qualified Beneficiary?**
- A. Yes. A second 2-year contract may be purchased for a Qualified Beneficiary that already has either a Community College Plan or a 2-Year University Plan. No more than 2 contracts totaling 4 years (120 semester credit hours) of tuition may be purchased for any one Qualified Beneficiary.
- Q. May I purchase Contracts for my nieces and nephews?**
- A. Yes. You may purchase Contracts for anyone, as long as either you or the Qualified Beneficiary meets Program residency requirements. Nevada Prepaid Tuition Contracts make great gifts.

Payment Options

Q. What types of payment options are available?

A. There are four options:

1. One lump-sum payment, or
2. Equal monthly payments until the child reaches college age, or
3. A five-year option of 60 equal payments.
4. A minimum down payment of \$1,000 can be made to reduce your monthly payments.

The amounts to be paid vary depending upon the age/grade of the child. Each payment option is covered in this brochure.

Q. Why is the sum of monthly payments higher than the lump-sum purchase price?

A. Monthly payments contain an interest component to take into account the fact that the full purchase price is not available for immediate investment on your behalf. The interest rate component is part of the monthly payment of your Contract and is included in all refund amounts.

Q. How are payments made?

A. There are several payment options available. Monthly payments can be made through a coupon book or by automatic deductions from your checking or savings account. Payroll deduction may be available from your place of employment. The first payments will be due on or before March 15.

Q. Can payment schedules be changed? For example, can I change from a five-year to an equal monthly payment option?

A. Yes. Payment schedule changes are permitted. A \$20 payment-option change fee plus any interest lost if you convert up will be charged for each payment-option change per Contract.

Q. If I select one of the monthly plans, can I pay off my Contract at any time?

A. Yes. It will be less than the total of your remaining payments. Please call the program office toll-free at 1-888-477-2667 to request a payoff amount.

Q. Are there any charges for late payments?

A. Yes. There is a charge of \$15 for each payment received more than 15 days after the due date. Lump-sum payments will also be assessed a charge of 1% of the balance, including outstanding fees for every 30 days late after the first month.

Q. Can I make a down payment to reduce the amount of my monthly payment?

A. Yes. At the time of enrollment, you may make a down payment to either reduce your monthly payment amount or to reduce the total number of payments due. Payments will be recalculated depending on the amount of the down payment and the plan/payment option chosen. A minimum of \$1,000 is required for a down payment.

Q. May I make advance payments to reduce the remaining balance?

- A. Yes. As long as you have a current Contract. When you make a payment which is greater than your monthly payment, it will be applied against future payments due.

Tax Issues

Q. What are the tax consequences of the Contract benefits?

- A. Withdrawals used to pay for qualified higher education expenses are free from federal income tax, so all your money may go toward paying for college and not taxes.

Matriculation

Q. What procedures are used by the Program when making payments to colleges or universities?

- A. Once the Qualified Beneficiary reaches college age, has been accepted and properly identified as a participant in the Program, the college or university will bill the Program directly for the payment of tuition. Payment is then made directly to the college or university.

Q. What information will my child receive prior to attending college?

- A. In the spring of the enrollment year, a student handbook will be mailed to the Qualified Beneficiary and is also available on-line at <http://NevadaTreasurer.gov>.

Q. What is required for my child to attend a private or out-of-state college or university?

- A. The Program needs 60 days advance notice for payment to be made to an out-of-state university. A \$25 private/out-of-state processing fee is assessed for the first term that benefits are paid to the out-of-state university.

Q. Can the Qualified Beneficiary use Contract benefits to take accredited college courses while attending high school?

- A. Yes. If the Contract is paid in full, a high school senior may attend a college or university prior to completing high school.

Q. Can the amount to be paid to a private or out-of-state university be determined?

- A. Yes. Upon request, the Program will provide the amount of tuition per quarter or semester hour. The average tuition is established by January of each year, and will reflect the previous year's increases.

Q. Will I receive information about my Contract?

- A. Yes. Each year an annual statement will be sent to you showing the utilization of credit hours.

Request for Refunds

Only the Purchaser of a Contract may request a refund of amounts credited to the Contract. Refund requests must be in writing on the form approved by the Treasurer and must include the information and documentation required by the Program. Refunds due to the death of the Qualified Beneficiary, a permanent disability that prevents attendance at any institution or as a result of a scholarship are processed without penalty. All other refunds are subject to a \$100 penalty. Refunds will consist of the total paid into the Contract less contract administrative fees and applicable penalties. Interest on the refund will be calculated based on the annual rate approved by the Board. The interest portion of the refund may be taxable in the year received.

Eligibility

All children who have not completed the ninth grade and are 18 years of age or less are eligible for the Program. Either the Purchaser or Qualified Beneficiary must be a resident of Nevada at the time of enrollment into the Program. Noncustodial parents and military personnel residing in Nevada are eligible. Purchasers who live out of state and hold a degree from a Nevada state college or university as defined in the Master Agreement may also enroll a child into the Program.

Contract Payment Options

Four convenient payment options are available. A lump-sum payment provides the greatest savings. For those seeking to spread payments over a period of time, a five-year option and an extended payment option are available. These options are slightly higher to compensate for the delay in investing proceeds. The five-year option consists of 60 equal payments. The extended option allows payments to extend to the Qualified Beneficiary's matriculation date. A \$1000 down payment may be paid to reduce the monthly payment amount or term.

Financial Aid

The receipt of contract benefits by a beneficiary may affect qualification for receipt of financial aid. For need based financial aid, the receipt of contract benefits may affect, or preclude a beneficiary from receiving need based financial aid as the benefits may be considered a financial resource of the beneficiary. The receipt of contract benefits likely will not affect qualification for merit-based financial aid such as athletic or academic scholarships. The treatment contract benefits pertaining to financial aid is subject to change, and varies according to individual circumstances.

Tax Issues

Under current federal tax law, the increase in the value of a Nevada Prepaid Contract will not be subject to federal income tax. If a refund is requested, the Purchaser may owe federal tax on the interest received in the year the refund is processed. Program participants are encouraged to seek advice from qualified tax advisers.

The Program is a qualified state tuition Program under Section 529 of the Internal Revenue Code. Any earnings on this contract grow tax free at the federal level, which means that the purchaser does not have to pay federal tax on any interest or the increased contract value each year. If the contract is used for qualified higher education expenses, the difference between the purchase price and the amount paid out by the Program for tuition (the earnings) is tax free.* In the event of the student's death, disability or receipt of a full scholarship that renders the Program benefits unusable, the purchase price of the contract will be refunded to the purchaser with interest determined annually by the Board based upon market conditions. The interest will be ordinary income at the federal level in that tax year. If the cancellation is for a reason other than the student's death, disability or receipt of a scholarship, the refund may be subject to a federal tax penalty of 10% of the earnings in addition to ordinary income tax on the earnings. Federal tax law also provides for favorable estate and gift tax treatment of qualified 529 tuition programs like the Nevada Prepaid Tuition Program. Please contact a tax advisor concerning the effect of a Nevada Prepaid Tuition contract purchase on your individual tax situation. The Nevada Prepaid Tuition Program staff cannot provide financial, tax or legal advice.

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Matriculation

Once the Qualified Beneficiary reaches college age, has been accepted and properly identified as a participant in the Program, the college or university will bill the Program directly for the payment of tuition. Payment is then made directly to the college or university. The price for each Contract as set forth on the Payment and Participant Schedule is based on the date of anticipated matriculation of the Qualified Beneficiary. The Qualified Beneficiary has 10 years from this date to begin using the benefits of the Contract, or until they reach the age of 30. Exceptions are granted for military service.

Contract Pricing

Fall 2004

Four Year University

	Single Payment	Extended Monthly Payment Plan		Five Year Payment Plan	
Grade	Lump Sum Payment	Number of Payments	Monthly Amount	Number of Payments	Monthly Amount
9	\$14,350	41	\$395	n/a	n/a
8	14,300	53	316	n/a	n/a
7	14,250	65	266	60	\$284
6	14,200	77	231	60	283
5	14,150	89	206	60	282
4	14,100	101	187	60	281
3	14,050	113	172	60	280
2	14,000	125	160	60	279
1	13,950	137	151	60	278
K	13,900	149	142	60	277
Age 4/5*	13,850	161	135	60	276
Age 3	13,800	173	130	60	275
Age 2	13,750	185	124	60	274
Age 1	13,700	197	120	60	273
Newborn	13,650	209	116	60	272

Two Year Community College/ Two Year University

	Single Payment	Extended Monthly Payment Plan		Five Year Payment Plan	
Grade	Lump Sum Payment	Number of Payments	Monthly Amount	Number of Payments	Monthly Amount
9	\$10,580	41	\$292	n/a	n/a
8	10,535	53	233	n/a	n/a
7	10,490	65	196	60	\$209
6	10,445	77	171	60	208
5	10,400	89	152	60	207
4	10,355	101	138	60	207
3	10,310	113	127	60	206
2	10,265	125	118	60	205
1	10,220	137	111	60	204
K	10,175	149	105	60	203
Age 4/5*	10,130	161	99	60	202
Age 3	10,085	173	95	60	201
Age 2	10,040	185	91	60	200
Age 1	9,995	197	88	60	199
Newborn	9,950	209	85	60	198

Two Year University

	Single Payment	Extended Monthly Payment Plan		Five Year Payment Plan	
Grade	Lump Sum Payment	Number of Payments	Monthly Amount	Number of Payments	Monthly Amount
9	\$7,175	41	\$198	n/a	n/a
8	7,150	53	159	n/a	n/a
7	7,125	65	134	60	\$143
6	7,100	77	116	60	142
5	7,075	89	104	60	142
4	7,050	101	94	60	141
3	7,025	113	87	60	141
2	7,000	125	81	60	140
1	6,975	137	76	60	140
K	6,950	149	72	60	139
Age 4/5*	6,925	161	68	60	139
Age 3	6,900	173	66	60	138
Age 2	6,875	185	63	60	138
Age 1	6,850	197	61	60	137
Newborn	6,825	209	59	60	137

Two Year Community College

	Single Payment	Extended Monthly Payment Plan		Five Year Payment Plan	
Grade	Lump Sum Payment	Number of Payments	Monthly Amount	Number of Payments	Monthly Amount
9	\$3,405	41	\$95	n/a	n/a
8	3,385	53	76	n/a	n/a
7	3,365	65	64	60	\$68
6	3,345	77	56	60	68
5	3,325	89	50	60	67
4	3,305	101	45	60	67
3	3,285	113	41	60	67
2	3,265	125	39	60	66
1	3,245	137	36	60	66
K	3,225	149	34	60	65
Age 4/5*	3,205	161	32	60	65
Age 3	3,185	173	31	60	65
Age 2	3,165	185	30	60	64
Age 1	3,145	197	29	60	64
Newborn	3,125	209	28	60	63

*Five year olds not entering kindergarten as of September 30, 2004, will follow the Age 4/5 pricing.

DISCLAIMERS

Pricing

The Board will evaluate the price for Contracts annually. The prices charged for Contracts in future years may be different.

Disclaimer

The Contract is not an obligation of the state of Nevada and neither the full faith and credit nor taxing power of the state is pledged directly or indirectly or contingently, morally or otherwise, to the payment of this Contract. The board cannot directly or indirectly or contingently obligate morally or otherwise, the state to levy or pledge any form of taxation whatsoever or to make any appropriation for the payment of this Contract.

Future Changes

The Board may in the future unilaterally amend this Contract if the Board deems it necessary or appropriate to make changes in the Contract, including, but not limited to, changes in its administrative procedures, fees, and contract prices. Any such changes shall be implemented across all Contracts affected by the amendment. Purchasers choosing not to be bound by such changes may elect to cancel the Contract and receive a refund pursuant to Article VI of the Master Agreement. Qualified withdrawals made after January 1, 2002 are free from federal income tax. The provisions of the Economic Growth and Tax Relief Reconciliation Act of 2001 will expire on December 31, 2010. Unless Congress takes action, earnings withdrawn from a 529 plan account after 2010 to pay qualified higher education expenses will be subject to federal income tax.

Privacy Policy

The Board of Trustees (the "Board") of the College Savings Plans of Nevada (the "Program") considers the privacy and security of your personal information to be a top priority. The Board will adhere to the following policy for the benefit of current and past Account Owners and Beneficiaries. In administering the Program, the Board may collect the following types of personal information about you:

- Information received from you on your application, communications, and other forms, such as your name, address, and Social Security number.
- Information the Board may acquire as a result of administering your account, such as transaction information and account balances.
- Information from third parties, such as credit agencies.

The Board restricts access to this personal information to its employees and agents who need to know the information to provide you with the products and services you have requested. The Board may make additional disclosure of such information as permitted or required by law. The Board maintains appropriate physical, electronic, and procedural safeguards to protect personal information about you.

Arbitration

Any controversy or claim arising out of or relating to this contract, or the breach, termination, or validity thereof, shall be settled by arbitration administered by the American Arbitration Association (the "AAA") in accordance with its Commercial Arbitration Rules, and judgment on the award rendered by the arbitrator(s) may be entered in any court having jurisdiction thereof.

The foregoing is a predispute arbitration clause. By agreeing to an arbitration agreement, the purchaser and the other parties to this Agreement agree as follows:

- (a) All parties to this Agreement are giving up the right to sue each other in court, including the right to a trial by jury, except as provided by the rules of the AAA;
- (b) Arbitration awards are generally final and binding; a party's ability to have a court reverse or modify an arbitration award is very limited;
- (c) The ability of the parties to obtain documents, witness statements and other discovery is generally more limited in arbitration than in court proceedings;
- (d) The arbitrators do not have to explain the reason(s) for their award; and
- (e) The rules of the AAA may impose time limits for bringing a claim in arbitration.